

Message Text

LIMITED OFFICIAL USE

PAGE 01 OECD P 07371 241720Z

43

ACTION EUR-12

INFO OCT-01 ISO-00 AID-05 CEA-01 CIAE-00 COME-00 EB-07

EA-06 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 OPIC-03

SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01 ERDA-05

DODE-00 FEAE-00 FPC-01 H-02 INT-05 L-02 NSC-05 PM-03

SAM-01 OES-03 SS-15 STR-01 OIC-02 /118 W

----- 075908

R 241756Z MAR 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC 6168

LIMITED OFFICIAL USE OECD PARIS 07371

PASS TREASURY FOR PARSKY AND WIDMAN, EB/IFD/OMA FOR RYAN

E. O. 11652: N/A

TAGS: EINV, ENRG, OECD

SUBJECT: IEA AD HOC GROUP ON FINANCIAL AND INVESTMENT
ISSUES (FII)

REF: OECD PARIS 7284

1. AS AGREED WITH ASSISTANT SECRETARY PARSKY, THE IEA SECRETARIAT HAS CIRCULATED THE FOLLOWING COVER NOTE FROM THE CHAIRMAN OF FII TO THE CHAIRMAN OF THE GOVERNING BOARD. THIS NOTE REFERS TO IEA/GB/FIN/M(75)2 WHICH WAS TRANSMITTED REFTEL (A).

2. BEGIN TEXT

THE DOCUMENT IEA/GB/FIN/M(75)2 REPRESENTS PRELIMINARY CONCLUSIONS AND RECOMMENDATIONS FROM THE AD HOC GROUP ON FINANCIAL AND INVESTMENT ISSUES AND IS, I BELIEVE, LARGELY SELF-EXPLANATORY. HOWEVER, THERE ARE THREE ADDITIONAL POINTS WHICH I WOULD
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OECD P 07371 241720Z

HAVE COVERED ORALLY HAD THERE BEEN A CHANCE TO DO

SO AT THE MEETING OF THE GOVERNING BOARD ON MARCH 20.
THESE COMMENTS ARE THE FOLLOWING:

1. THE AD HOC GROUP ON FINANCIAL AND INVESTMENT ISSUES HAS BEEN ASKED ITS OPINION ON THE INCLUSION OF AN ITEM ON SHORT-TERM CAPITAL MOVEMENTS ON THE AGENDA OF THE PRODUCER-CONSUMER DIALOGUE. THE AD HOC GROUP BELIEVES THAT THIS TOPIC SHOULD BE DISCUSSED. HOWEVER, IT IS FELT BY THE GROUP THAT THE VARIOUS ISSUES RELATED TO SHORT-TERM CAPITAL MOVEMENTS ARE SO INTIMATELY LINKED TO LARGER QUESTIONS OF THE WORLD ECONOMIC SITUATION, RECYCLING AND INVESTMENT, THAT IT WOULD SEEM PREFERABLE TO HANDLE THE SHORT-TERM CAPITAL QUESTION IN THE CONTEXT OF AGENDA ITEMS RELATED TO THESE OTHER TOPICS, RATHER THAN AS A SEPARATE ITEM.

2. IN CONNECTION WITH ISSUES RELATED TO TRADE (WHICH APPEAR AS ITEM IV IN THE ATTACHED PAPER), THE AD HOC GROUP ON FINANCIAL AND INVESTMENT ISSUES WISHED TO CALL YOUR ATTENTION TO THE POTENTIAL PROBLEM THAT PRODUCING COUNTRIES MAY REQUEST SPECIAL PREFERENTIAL TREATMENT FOR THEIR PETROLEUM EXPORTS. INsofar AS THIS COULD BE TREATED AS A QUESTION OF INTERNATIONAL TRADE IN A COMMODITY LIKE ANY OTHER, WE HAVE SUGGESTED THAT THE LINE TO TAKE IS TO REFER ANY DISCUSSION OF THIS TYPE OF ISSUE TO THE MULTILATERAL TRADE NEGOTIATIONS FORUM. NEVERTHELESS, IT IS BELIEVED THAT THIS ISSUE MAY ALSO ARISE IN THE CONTEXT OF THE PROBLEMS OF OIL PRICES AND THE SECURITY OF SUPPLY AND THE IEA IN ITS PREPARATIONS ON THESE TOPICS SHOULD TAKE INTO ACCOUNT THE POSSIBLE PRESSURE FOR PREFERENTIAL TRADE TREATMENT FOR PETROLEUM.

3. THE AD HOC GROUP ON FINANCIAL AND INVESTMENT ISSUES RECOGNIZES THAT CONSIDERABLE ANALYTICAL AND SUBSTANTIVE WORK WILL HAVE TO BE DONE ON A NUMBER OF FINANCIAL, MONETARY AND INVESTMENT ISSUES PRIOR TO THE BEGINNING OF THE DIALOGUE. THE GROUP HOPES, INsofar AS POSSIBLE, TO UTILIZE MATERIAL THAT MAY BE DEVELOPED IN LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 OECD P 07371 241720Z

OECD-WIDE FORUMS ON THE GENERAL QUESTIONS WITHIN ITS RESPONSIBILITY. THE COMPLETION OF THOROUGH PAPERS THAT HAVE BEEN CAREFULLY CONSIDERED WITHIN THE MEMBER GOVERNMENTS WILL NECESSARILY TAKE SOME TIME TO PREPARE. THE GROUP HOPES THAT THE GOVERNING BOARD IN CONSIDERING THE CALENDAR FOR THE DIALOGUE WILL, INsofar AS POSSIBLE, TAKE INTO ACCOUNT THE DESIRABILITY OF ALLOWING ADEQUATE TIME FOR THE PREPARATION OF POSITIONS ON FINANCIAL,

MONETARY AND INVESTMENT TOPICS.

END TEXT

TURNER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: COMMITTEE MEETINGS, FOREIGN INVESTMENTS, DIPLOMATIC NOTES
Control Number: n/a
Copy: SINGLE
Draft Date: 24 MAR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975OECDP07371
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750102-0706
From: OECD PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750322/aaaaatrv.tel
Line Count: 118
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 OECD PARIS 7284
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 20 MAY 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <20 MAY 2003 by ElyME>; APPROVED <21 MAY 2003 by MorefiRH>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: IEA AD HOC GROUP ON FINANCIAL AND INVESTMENT ISSUES (FII)
TAGS: EINV, ENRG, OECD, IEA
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006